

CITY COUNCIL REPORT



Meeting Date: June 21, 2016
 General Plan Element: ***Community Mobility***
 General Plan Goal: ***Provide for the safe, efficient, and affordable movement of people and goods***

ACTION

Phoenix Transit Service Agreement Amendment: Adopt Resolution No. 10502 authorizing Intergovernmental Agreement Number 2014-054-COS-A4 with the City of Phoenix for provision of fixed route transit service to decrease the cost from \$1,878,356 to \$1,816,019 in Fiscal Year 2016/17.

BACKGROUND

Since 1983 the Scottsdale City Council has authorized annual contract change orders to transit Intergovernmental Agreements (IGA's) with the City of Phoenix for transit service. This is the fourth amendment to a five-year agreement and covers the operating cost for fixed route services on Route 41 (Indian School Road), Route 50 (Camelback Road), Route 80 (Shea Boulevard), Route 154 (Greenway Road) and Route 170 (Bell Road) from July 1, 2016 to June 30, 2017.

ANALYSIS & ASSESSMENT

Policy Implications

Transit supports City Council Critical Objective C: "Provide for the safe, efficient, and affordable movement of people and goods".

Community Involvement

This IGA is in conformance with the Scottsdale Transportation Master Plan Transit Element; the citizen adopted General Plan Community Mobility Element; and, the citizen adopted Proposition 400. The Transportation Commission, an advisory body to the City Council, reviews staff proposed service changes in open public meetings and hearings that are televised. While the Commission does not make recommendations on service contracts themselves, it reviewed and endorsed these service changes. The Transportation Department is responsive to the advice of the Transportation Commission and the public input received at all Commission meetings. In addition, the Regional Public Transit Authority and the City of Phoenix provide public information and public outreach related to transit services and provides for public meetings relating to all service changes. Any

significant changes to transit service levels require public notifications and hearings, per FTA requirements.

RESOURCE IMPACTS

Available funding

The transit service budget authority for this agreement is included in the City's adopted Fiscal Year 2016/17 budget. The decrease in cost will result in approximately \$62,000 of savings by fiscal year-end and that is due to the reduction in rate per mile. Rate per mile was adjusted as a result of the City of Phoenix's re-negotiated contract with their contract provider (Transdev).

Staffing, Workload Impact

Administration of this IGA is part of the transit group's annual work plan and requires no additional staffing.

Maintenance Requirements

Maintenance of vehicles is provided by the City of Phoenix and is included in the per mile cost. City of Scottsdale maintains all bus and trolley stops at an approximate annual cost of \$65,000.

Future Budget Implications

Funding for the City's fixed route transit services comes from the Transportation Privilege Tax, Proposition 400 sales tax, Federal grants, and passenger fares. Budget authorizations are requested annually through the citywide budget development process.

Cost Recovery Options

Fare revenues are included in the contract cost estimate. Fares and fare policy for transit services are set at the regional level, go through a public hearing process at the local and regional level, and are supported by all regional transit partners.

OPTIONS & STAFF RECOMMENDATION

Recommended Approach

Adopt Resolution No.10502 authorizing Intergovernmental Agreement Number 2014-054-COS-A4 with the City of Phoenix for provision of fixed route transit service decreasing the cost from \$1,878,356 to \$1,816,019 for Fiscal Year 2016/17.

RESPONSIBLE DEPARTMENT(S)

Transportation Department - Planning and Transit Operations

STAFF CONTACT(S)

Ratna Korepella, Principal Transit Planner
480-312-7630, rkorepella@scottsdaleaz.gov

APPROVED BY



Brian Biesemeyer, Acting City Manager
480-312-5683, Bbiesemeyer@scottsdaleaz.gov

6-7-2016

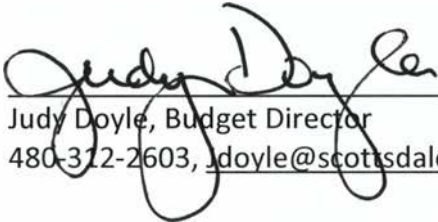
Date



Paul Basha, Transportation Director
480-312-7651, Pbasha@scottsdaleaz.gov

5 June 2016

Date



Judy Doyle, Budget Director
480-312-2603, jdoyle@scottsdaleaz.gov

6.6.16

Date

ATTACHMENTS

1. Resolution No. 10502
2. Contract Change Order 2014-054-COS-A4

RESOLUTION NO. 10502

A RESOLUTION OF THE CITY OF SCOTTSDALE, MARICOPA COUNTY, ARIZONA, APPROVING INTERGOVERNMENTAL AGREEMENT NUMBER 2014-054-COS-A4 WITH THE CITY OF PHOENIX FOR THE PROVISION OF FIXED ROUTE TRANSIT SERVICE FOR FISCAL YEAR 2016/2017, MODIFYING ROUTES AND DECREASING COST FROM \$1,878,356 TO \$1,816,019

WHEREAS, the Arizona Revised Statutes Section 11-951, et seq., provide that public agencies may enter into intergovernmental agreements for joint operation or cooperative action; and

WHEREAS, Article 1, Section 3-1 of the Charter of the City of Scottsdale authorizes the City to enter into intergovernmental agreements with various public agencies; and

WHEREAS, the City of Phoenix has provided and now proposes to continue to provide fixed route transit service to the City of Scottsdale; and

WHEREAS, the City of Scottsdale wishes to continue to be an integrated part of the regional public transit system in order to provide assessable mobility choices that support a diverse population, and to improve air quality and traffic congestion.

NOW, THEREFORE, LET IT BE RESOLVED by the Council of the City of Scottsdale, Maricopa County, Arizona, as follows:

Section 1. The Mayor is hereby authorized and directed to execute, on behalf of the City of Scottsdale, Intergovernmental Agreement change order number 2014-054-COS-A4 with the City of Phoenix for the purpose of providing fixed route transit service, modifying routes and decreasing cost from \$1,878,356 to \$1,816,019.

PASSED AND ADOPTED by the Council of the City of Scottsdale, Maricopa County, Arizona, this ____ day of _____, 2016.

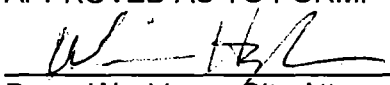
CITY OF SCOTTSDALE, an Arizona
municipal corporation

ATTEST:

Carolyn Jagger, City Clerk

W.J. "Jim" Lane, Mayor

APPROVED AS TO FORM:


Bruce Washburn, City Attorney

By: William Hylen, Senior Assistant City Attorney

CITY OF PHOENIX
PUBLIC TRANSIT DEPARTMENT
CONTRACT CHANGE ORDER

Change Order No.
4

Contract No.
138962

Issued To: (Name of Contractor or Consultant)
CITY OF SCOTTSDALE

Date
4/21/2016

Project Description: Fixed Route Agreement

YOU ARE HEREBY requested to make the following changes to the contract, or to do the work described below which is not included in the contract. (Give brief description of work, estimate of quantities, fees or prices to be paid, etc.)

This contract change order is for the contract year July 1, 2016 through June 30, 2017 and amends the contract estimates for miles of service, cost per mile, payment due dates and annual costs.

Effective July 1, 2016 the City of Phoenix will provide weekday, Saturday and Sunday/holiday fixed route services for the City of Scottsdale for routes 41, 50, 80, 154, and 170.

Summary of changes:

	Miles	Gross Cost	Estimated Revenue	Net Cost
Transdev	190,496	1,521,060	(189,453)	1,331,607
First Transit	87,192	644,794	(160,382)	484,412
Total	277,688	\$2,165,854	(\$349,835)	\$1,816,019

During the period from July 1, 2016 through June 30, 2017, the City of Scottsdale will pay the City of Phoenix a fee of \$1,816,019. This change order will not result in any cost to the City of Phoenix. Exhibit B of City of Phoenix Contract No. 138962 is hereby amended to read:

All other terms and conditions of this agreement remain the same.

1. Amount of this Change Order	2. Amt. Of Prior Change Orders	3. Orig. Contract Amt.	4. Adj. Contract Amt. (1, 2 & 3)	Approved by City Council on 4/20/2016	Cost Center: N/A
(\$1,816,019)	(\$2,016,844)	(\$1,615,975)	(\$5,448,838)	RCA #	GL: N/A

ACCEPTANCE

We, the undersigned, have given careful consideration to the change proposed, and hereby agree; if this proposal is approved that we will provide all equipment, furnish all materials, except as may otherwise be noted above, and perform all services necessary for the work specified, and will accept as full payment therefore the fees or prices shown above.

FIRM: CITY OF SCOTTSDALE
A Municipal Corporation

ENDORSEMENTS

REQUESTED BY:


Markus Coleman, Project Manager

DATE

4/15/16


RECOMMENDED BY:


Jesus Sapien, Deputy Public Transit Director

DATE

4/15/16

PTD FISCAL SECTION REVIEW:


Ken Kessler, Deputy Public Transit Director

DATE

4/15/16

CHECKED AS TO AVAILABILITY OF FUNDS BY:

N/A

DATE

Budget and Research Department

APPROVED FOR THE CITY MANAGER BY:

DATE

Maria Hyatt, Public Transit Director/Ted Mariscal

☒ REVENUE

☐ EXPENDITURE

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on _____.

CITY OF PHOENIX, ARIZONA
Ed Zuercher, City Manager

By: _____
Maria Hyatt
Public Transit Director

APPROVED AS TO FORM AS IN COMPLIANCE WITH A.R.S. § 11-952

City Attorney – PHOENIX

ATTEST:

City Clerk – PHOENIX

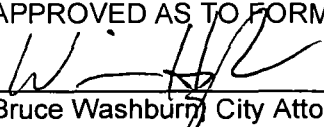
CITY OF SCOTTSDALE, an Arizona
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ATTEST:

Carolyn Jagger, City Clerk

W.J. "Jim" Lane, Mayor

APPROVED AS TO FORM AS IN COMPLIANCE WITH A.R.S. § 11-952



Bruce Washburn, City Attorney
By: William Hylan
Senior Assistant City Attorney

**CITY OF SCOTTSDALE
PURCHASE OF TRANSIT SERVICE**

Estimated FY16-17

Customer SAP # 6700028

Route	Service Provider	Miles Per Day	Service Days	Annual Miles	Rate Per Mile	Annual Cost	Estimated Revenue	Net Cost
41	First	270.3	251	67,854.1	7.3951	501,786	(124,811)	376,976
50	TransDev	59.7	251	14,994.7	7.9847	119,729	(21,561)	98,168
80	TransDev	101.0	251	25,345.7	7.9847	202,379	(29,767)	172,612
154	TransDev	118.2	251	29,656.2	7.9847	236,796	(16,358)	220,438
170	TransDev	208.3	251	52,281.0	7.9847	417,450	(47,172)	370,277
Total Weekday				190,132		\$ 1,478,140	\$ (239,669)	\$ 1,238,471
41	First	169.6	51	8,651.3	7.3951	63,977	(15,913)	48,064
50	TransDev	127.3	51	6,493.8	7.9847	51,851	(9,337)	42,514
80	TransDev	228.2	51	11,637.4	7.9847	92,923	(13,667)	79,255
154	TransDev	55.6	51	2,835.7	7.9847	22,642	(1,564)	21,078
170	TransDev	180.5	51	9,207.9	7.9847	73,523	(8,308)	65,215
Total Saturday				38,826.2		\$ 304,916	\$ (48,790)	\$ 256,126
41	First	169.6	63	10,686.9	7.3951	79,031	(19,658)	59,373
50	TransDev	139.5	63	8,790.4	7.9847	70,189	(12,639)	57,549
80	TransDev	228.2	63	14,375.7	7.9847	114,786	(16,883)	97,902
154	TransDev	55.6	63	3,502.9	7.9847	27,969	(1,932)	26,037
170	TransDev	180.5	63	11,374.5	7.9847	90,822	(10,263)	80,559
Total Sunday				48,730.4		\$ 382,797	\$ (61,376)	\$ 321,422
Total				277,688.3		\$ 2,165,854	\$ (349,835)	\$ 1,816,019

Route 17 is funded in its entirety by the RPTA

Route 29 is funded in its entirety by the RPTA

Route 50 - 66.0 weekday and 12.2 Saturday miles are funded by the RPTA.

Route 80 - 265.2 weekday miles funded by the RPTA

Amount Due	Due Date
\$ 151,335	July 31, 2016
151,335	Aug 31, 2016
151,335	Sept 30, 2016
151,335	Oct 31, 2016
151,335	Nov 30, 2016
151,335	Dec 31, 2016
151,335	Jan 31, 2017
151,335	Feb 28, 2017
151,335	March 31, 2017
151,335	April 30, 2017
151,335	May 31, 2017
151,335	June 30, 2017
\$ 1,816,019	